



Indiana Economic Development Corporation

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July 27, 2010

Pat Casanova
Director of Medicaid
Indiana Family and Social Services Administration
402 W. Washington Street
Indianapolis, IN 46204

Dear Ms. Casanova:

Pursuant to IC 4-22-2-28, the Indiana Economic Development Corporation ("IEDC") has reviewed the economic impact analysis for small business associated with rule changes contained in LSA Document 10-250 and proposed by the Indiana Family and Social Services Administration ("FSSA"). The proposed rule amends 405 IAC 1-11.5-2 to modify Medicaid reimbursement for physician-administered drugs by basing the rates on the wholesale acquisition cost (WAC), the average sales price (ASP) or, when necessary, other pricing metrics as determined by the FSSA. The proposed rule does not apply to parenteral nutrition and blood factor products.

The FSSA estimates that approximately 1,516 small businesses will be affected by the proposed rule. The FSSA indicates that using the generally accepted accounting definition, small businesses will incur no additional costs as a result of this rule. The FSSA acknowledges that small businesses will experience a change in revenues due to the proposed rule.

The IEDC does not object to the economic impact to small businesses associated with the proposed rule. If you have any questions about the comments contained herein please contact me at 232-8962 or rasberry@iedc.in.gov.

Regards,

A handwritten signature in black ink, appearing to read "Ryan Asberry".

Ryan Asberry
Assistant Vice President